

In the Matter of)	No. G 98 - 12
)	
The Financial Examination of)	FINDINGS, CONCLUSIONS,
UNIGARD INSURANCE COMPANY,)	AND ORDER ADOPTING REPORT
)	
A Domestic Insurer. _____		

BACKGROUND

An examination of the financial condition of **UNIGARD INSURANCE COMPANY** (the Company) as of December 31, 1996, was conducted by examiners of the Washington state Office of the Insurance Commissioner (OIC). The company holds a Washington certificate of authority as a stock insurer. This examination was conducted in compliance with the laws and regulations of the state of Washington and in accordance with the procedures promulgated by the National Association of Insurance Commissioners and the OIC.

The examination report with the findings, instructions and comments and recommendations was transmitted to the Company for its comments on October 14, 1997.

The Commissioner or a designee has considered the report, the relevant portions of the examiner's work papers, and submissions by the Company.

Subject to the right of the Company to demand a hearing pursuant to Chapters 48.04 and 34.05 RCW, the Commissioner adopts the following findings, conclusions, and order.

FINDINGS

Findings in Examination Report. The Commissioner adopts as findings the findings of the examiners as contained in pages 4 through 21 of the report.

CONCLUSIONS

It is appropriate and in accordance with law to adopt the attached examination report as the final report of the financial examination of **UNIGARD INSURANCE COMPANY** and to order the company to take the actions described in the Instructions and Comments and

Recommendations sections of the report. The comments and recommendations in the report are appropriate responses to the matters found in the examination.

ORDER

The examination report as filed, attached hereto as Exhibit A, and incorporated by reference, is hereby ADOPTED as the final examination report.

The Company is ordered as follows, these being the Comments and Recommendations contained in the examination report on page 3:

1. It is recommended that the Company follow NAIC Annual Statement Instructions, and book actual rather than estimated amounts on the annual statement line "Premiums, agents' salaries and installments booked but deferred and not yet due."

ENTERED at Lacey, Washington, this 28th day of January, 1998.

DEBORAH SENN
Insurance Commissioner

By:

JAMES T. ODIORNE, CPA, JD
Deputy Insurance Commissioner
Company Supervision Division